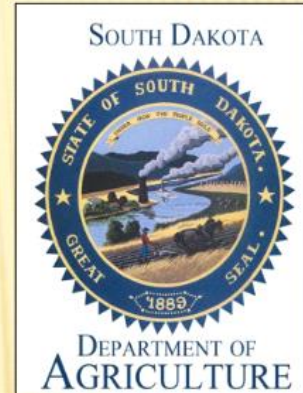


## 2. Presentation - DOA - FY17

Thursday, January 07, 2016  
10:43 AM

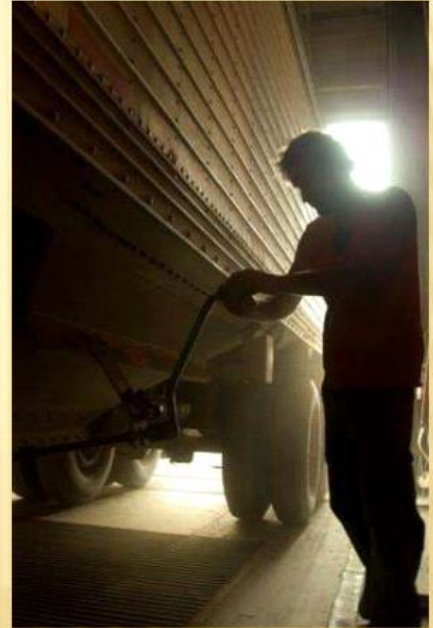


Secretary Lucas Lentsch

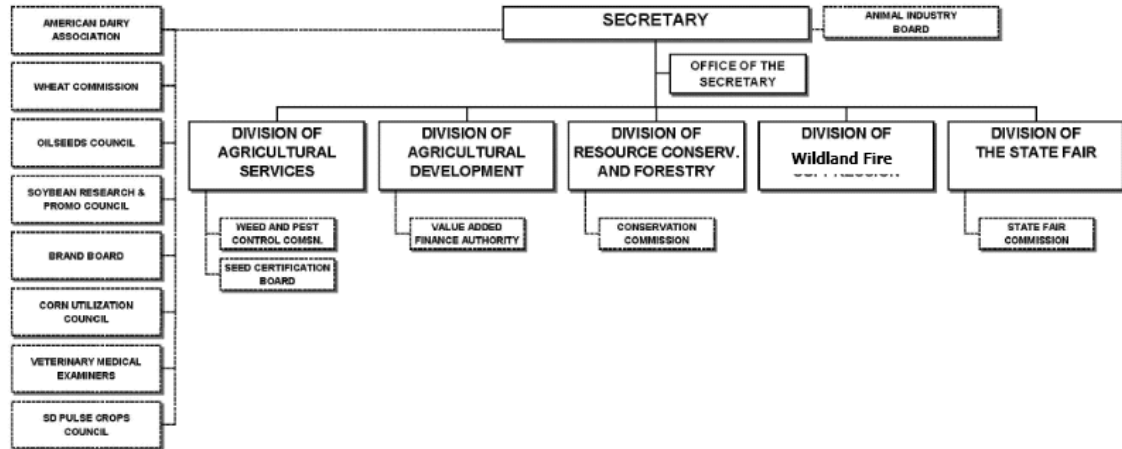
**SOUTH DAKOTA DEPARTMENT OF AGRICULTURE**

## STATE'S #1 INDUSTRY

- Over \$25.6 billion impact
- >30% of state's total economic output
- 32,000 farms and ranches
- 1 in 5 jobs is ag-related
- Employs over 115,000



## Department of Agriculture



## **BOARDS AND COMMISSIONS**

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### **Advisory Boards (5)**

- Value Added Finance Authority
- Weed and Pest Control Commission
- State Fair Commission
- State Conservation Commission
- State Seed Certification Board

## **BOARDS AND COMMISSIONS**

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### **Policy/Budgetary Boards (9)**

- Animal Industry Board
- Brand Board
- American Dairy Association
- Oilseeds Council
- Soybean Research & Promotion Council
- Corn Utilization Council
- Board of Veterinary Medical Examiners
- Pulse Crops Council
- Wheat Utilization Research & Marketing Development Commission

## OFFICE OF THE SECRETARY



### Responsibilities

- Leadership
- Industry Relationships
- Communications
- Policy/Legislation
- Special Projects
- Fiscal Management

**DIVISION OF**  
**AGRICULTURAL SERVICES**

**Programs**

**Agronomy**

- Feed & Remedies
- Fertilizer
- Pesticide Products
- Pesticide Applicators
- Pesticide Recycling

**Plant Industry**

- Nursery Inspection
- Plant Quarantine
- Seed
- Weed & Pest Control
- Commercial Beekeepers

**Dairy & Egg**

- Farm Inspection
- Dairy Plant Inspection
- Egg Licensing
- Product Sampling & Testing

DIVISION OF  
**AGRICULTURAL DEVELOPMENT**

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**Programs**

- Finance and Mediation
- Crop and Livestock Marketing
- Business Development



DIVISION OF

## RESOURCE CONSERVATION AND FORESTRY



### Programs

- Resource Conservation
- Community Forestry
- Forest Health
- Rural Forestry

DIVISION OF  
**WILDLAND FIRE**

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**Programs**

- |                          |                              |
|--------------------------|------------------------------|
| ▪ Fire Suppression       | ▪ Hazardous Fuels Mitigation |
| ▪ Prescribed Fire        | ▪ Volunteer Fire Assistance  |
| ▪ Wildland Fire Training | ▪ Rural Fire Equipment       |
| ▪ Fire Aviation Support  | ▪ Dispatch                   |
| ▪ Fire Management        | ▪ Fire Prevention            |

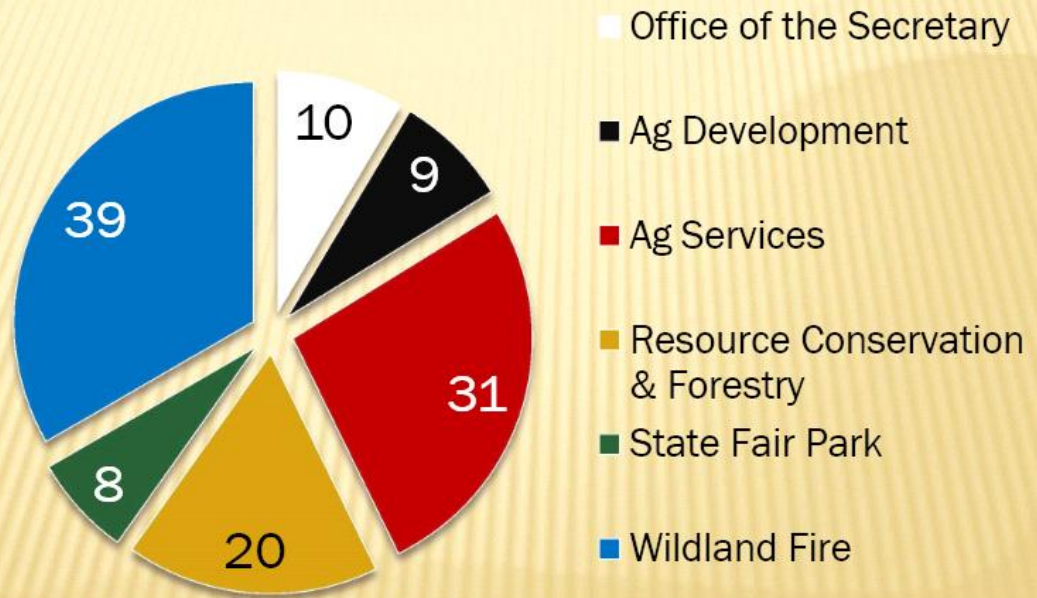
DIVISION OF  
**STATE FAIR PARK**

**Responsibilities**

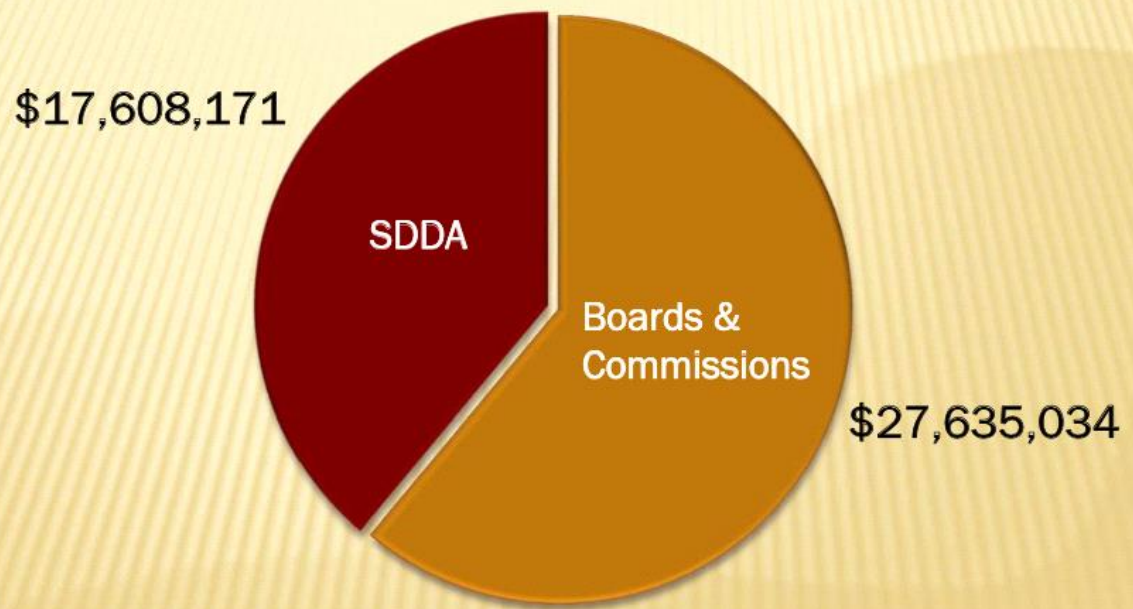
- |                                    |                         |
|------------------------------------|-------------------------|
| ▪ State Fair Planning & Management | ▪ State Fair Foundation |
| ▪ Marketing & Events               | ▪ State Fair Commission |
| ▪ Camping & Competitive Exhibits   | ▪ Building Maintenance  |



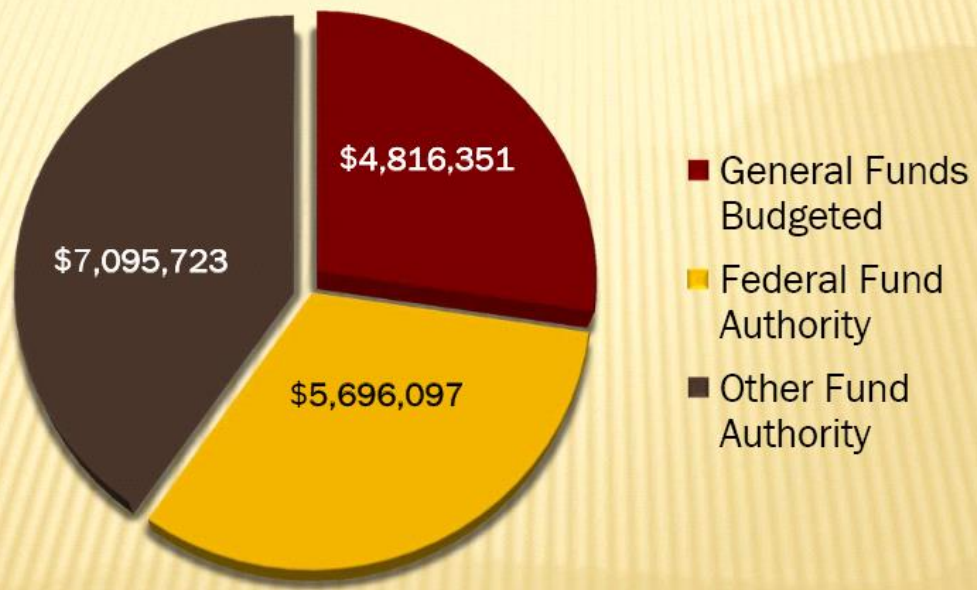
## STAFF: 118 FULL-TIME



**TOTAL 2016 BUDGET: \$45,243,205**



## SDDA 2016 BUDGET: \$17,608,171

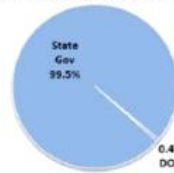


# FY2017 BUDGET BRIEFING

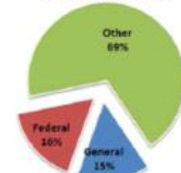
## FY17 Budget Briefing Department of Agriculture

Information contained in this document is based on the Governor's original recommended FY17 budget.  
This document may not correspond with the final FY17 budget adopted by the Legislature.

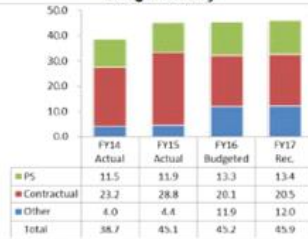
Agency Share of Budgeted General Funds



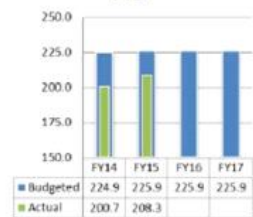
Sources of Funds



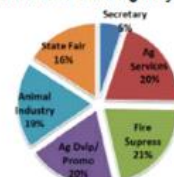
Budget History



FTE

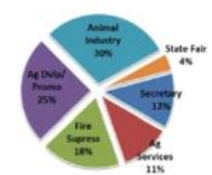


Distribution of Total Agency Funds



\*Informational Budgets Not Included

Distribution of Agency General Funds



# FY2017 BUDGET BRIEFING

## Budget Detail Summary

### Department of Agriculture FY17 Budget Detail Summary

	Governor's Recommended FY17 Increase/(Decrease)				Governor's Recommended FY17 Budget				
DIVISION OF THE SECRETARY	General	Federal	Other	Total	General	Federal	Other	Total	FTE
Administration	-	-	-	-	692,298	83,967	170,383	953,648	6.5
Office of Ag Policy	-	-	-	-	268,318	-	-	268,316	3.0
Total Secretary	-	-	-	-	960,616	83,967	170,383	1,099,966	9.5
AG SERVICES AND ASSISTANCE	General	Federal	Other	Total	General	Federal	Other	Total	FTE
<u>Agricultural Services</u>	-	-	-	-	226,036	14,492	220,995	461,523	3.2
Agricultural Services Administration	-	-	-	-	-	25,895	848,530	874,425	6.7
Agroecology	-	-	-	-	-	810,221	518,506	1,128,733	8.2
Pesticides	-	-	-	-	564,872	238,816	1,119,490	1,923,178	12.9
Dairy/Egg/Past Protection	-	-	-	-	-	-	-	-	-
<u>Fire Suppression</u>	-	-	-	-	-	-	-	-	-
Fire Management	120,545	(82,945)	(100,000)	(62,400)	1,281,076	2,940,066	332,323	4,553,795	50.9
Total Ag Services & Assistance	120,545	(82,945)	(100,000)	(62,400)	2,671,984	3,636,524	3,040,244	6,948,752	81.9
AG DEVELOPMENT AND PROMOTION	General	Federal	Other	Total	General	Federal	Other	Total	FTE
<u>Agriculture Development</u>	-	-	-	-	624,056	203,688	81,302	915,807	7.0
Ag Development & Administration	-	-	-	-	-	191,604	61,599	253,203	-
Mediation & Finance Counseling	-	-	(58,000)	(58,000)	-	-	361,131	361,131	2.0
Agriculture Finance	-	-	-	-	-	-	-	-	-
<u>Resource Conservation &amp; Forestry</u>	-	-	-	-	302,353	-	-	302,353	3.0
Administration	-	-	-	-	182,041	186,819	21,680	400,540	5.0
Service Forestry	-	-	-	-	225,711	-	-	225,711	2.0
Conservation	-	-	-	-	118,569	96,911	-	215,480	3.0
Forest Health	-	-	-	-	139,151	133,362	18,563	291,076	4.0
Urban Forestry	-	-	-	-	122,248	110,123	-	232,371	3.0
Division Staff	-	-	-	-	-	777,753	279,261	1,057,014	-
Special Projects	-	(110,000)	(42,000)	(152,000)	-	-	-	-	-
Total Ag Development and Promotion	-	(110,000)	(100,000)	(210,000)	1,724,119	1,605,661	833,280	4,163,070	29.0
ANIMAL INDUSTRY BOARD	General	Federal	Other	Total	General	Federal	Other	Total	FTE
Animal Industry Board	-	-	-	-	2,057,845	1,695,238	274,412	4,027,495	41.0
Total Animal Industry Board	-	-	-	-	2,057,845	1,695,238	274,412	4,027,495	41.0
STATE FAIR	General	Federal	Other	Total	General	Federal	Other	Total	FTE
State Fair	-	-	340,000	340,000	272,567	-	3,191,816	3,464,383	19.3
Total State Fair	-	-	340,000	340,000	272,567	-	3,191,816	3,464,383	19.3
BOARDS AND COMMISSIONS	General	Federal	Other	Total	General	Federal	Other	Total	FTE
American Dairy Association	-	-	329,146	329,146	-	-	2,540,100	2,540,100	-
Wheat Commission	-	-	62,936	62,936	-	-	2,117,036	2,117,036	3.0
Oilseeds Council	-	-	(5,922)	(5,922)	-	-	365,263	365,263	-
Soybean Research and Promotion Council	-	-	-	-	-	-	11,034,584	11,034,584	8.0
Brand Board	-	-	156,521	156,521	-	-	2,118,059	2,118,059	33.0
Corn Utilization Council	-	-	28,748	28,748	-	-	5,921,032	5,921,032	1.0
Board of Veterinary Med Examiners	-	-	-	-	-	-	59,134	59,134	-
Pulse Crops Council	-	-	5,740	5,740	-	-	29,500	29,500	-
Total Boards and Commissions	-	-	577,169	577,169	-	-	24,194,708	24,194,708	45.0
Department of Agriculture Total	120,545	(192,945)	717,169	644,769	6,995,141	7,196,390	31,694,943	45,886,374	225.9

## **FY2017 BUDGET REQUEST – STATE FAIR**

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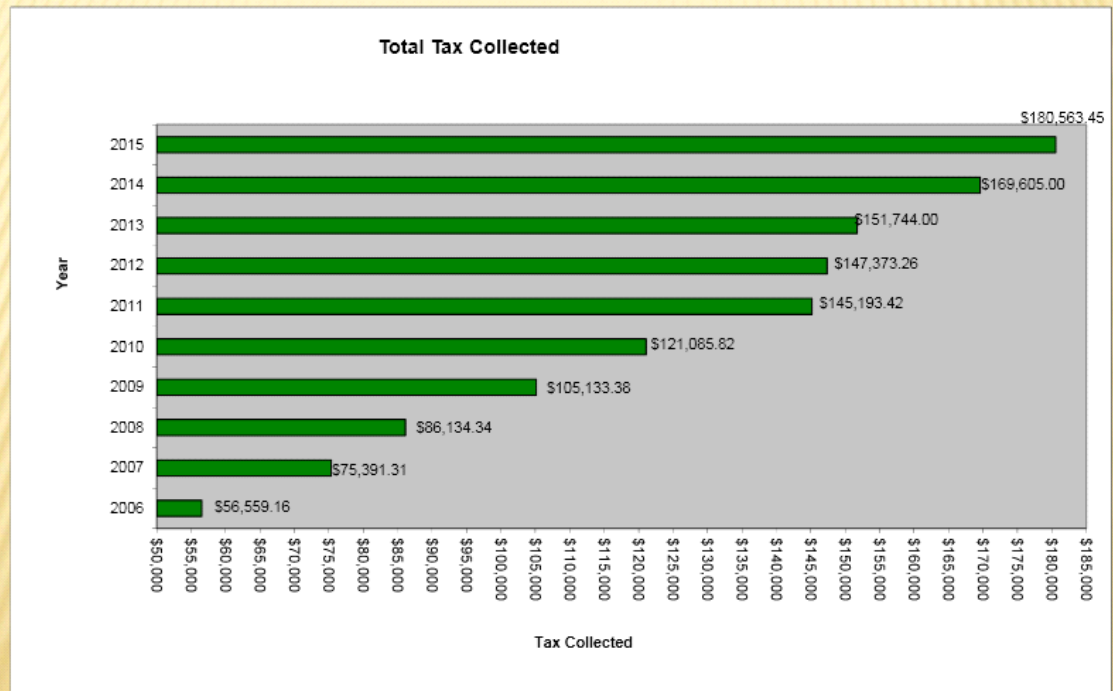
- Increase of \$340,000 in other fund expenditure authority (State Fair Funds)
- With increasing activity, attendance & participation comes increasing costs

## 2015 STATE FAIR NUMBERS

- 2015 attendance-210,893
- .2% attendance increase
- 6% increase in campers
- 5% increase in carnival revenue
- 14% increase in static exhibits
- 165 acres
- 90 buildings



# STATE FAIR TAX REVENUES



## MORE THAN A FAIR

80 other events in 2015

SD BBQ Championships

Attendance: More than 3,000

Wheel Jam

Attendance: More than 15,000

Wissota 100

Attendance: Nearly 6,000

Revenue generated from  
2015 year-round events \$278,562



## NORDBY EXHIBIT HALL FOR 4-H, YOUTH & COMMUNITY



- 48,000 sq. ft. Exhibit Hall
- 30,000 sq. ft. of open exhibit space for 4-H exhibits and large events
- Multiple classrooms and a work room
- Large kitchen
- Performance stage
- Year round facility

## **FY2017 BUDGET REQUEST - WILDLAND FIRE**

- Funding Shift: Increase of \$82,945 in general funds for Fire Training offset by a corresponding reduction in federal fund expenditure authority.
- Staff time spent participating in fire suppression training was previously supported by federal grant funds.
- Federal grant awards supporting fire training at the state level are no longer offered by the US Forest Service.
- \$38,000 of general funds are being recommended to purchase a skid steer.

## FIRE SUPPRESSION ACTIVITIES

- 644 fires on state, private and federal lands
- Sheep Draw Fire in Harding County
- 390 acres cut, piled, or burned by state resources
- 888 acres cut, piled, or burned by contractors



## **FY2017 BUDGET REQUEST - BOARDS, COMMISSIONS & COUNCILS**

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- Increase of \$577,169 in other fund expenditure authority as submitted by the Boards, Commissions, and Councils reporting through the SD Department of Agriculture

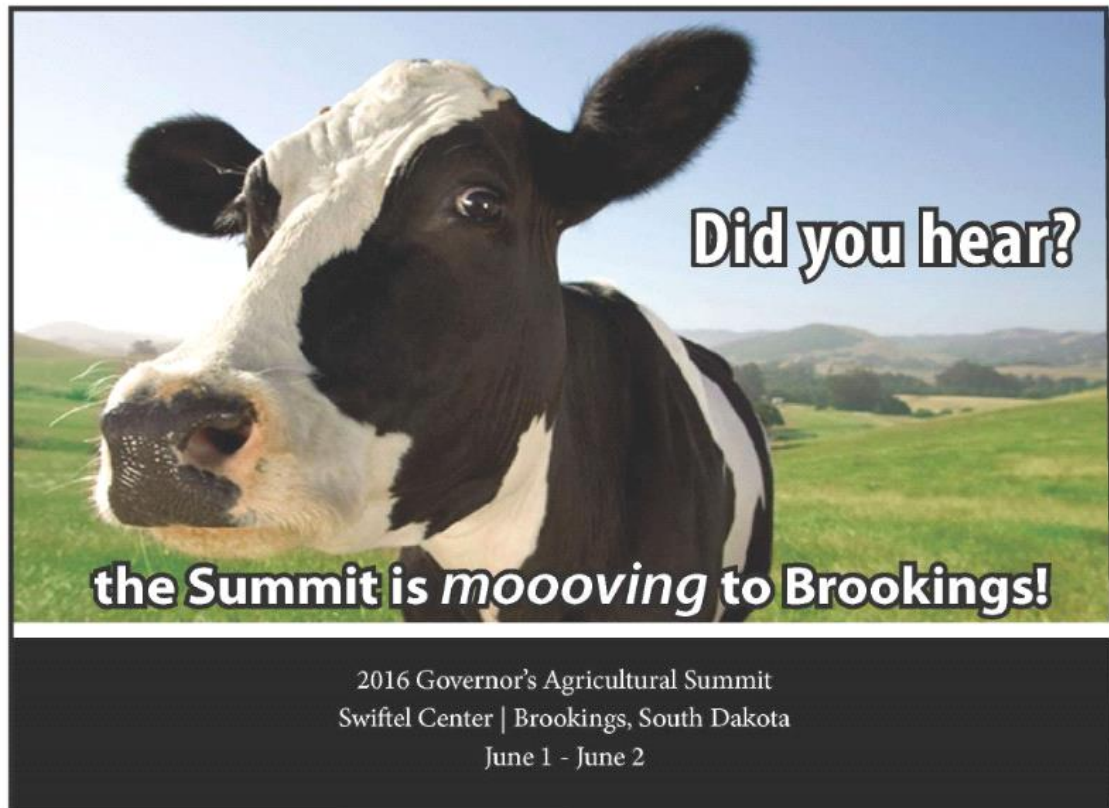
## **FY2017 BUDGET REQUEST – DECREASES IN EXPENDITURE AUTHORITY**

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- Decrease of \$310,000 in federal fund and other fund expenditure authority to align budget authority with anticipated expenditure levels
  - Wildland Fire - decrease of \$100,000 in other fund authority
  - Ag Development – decrease of \$58,000 in other fund authority
  - Resource Conservation & Forestry – decrease of \$110,000 in federal fund authority and \$42,000 in other fund authority

## AGENCY SPONSORED LEGISLATION

- **SB 16 (Nursery Inspection Program)** – fee increase proposal to align nursery inspection fee revenues with costs to administer the program.
  - Current nursery fund revenues average \$55,000 annually
  - FY2015 expenses of \$87,666
- **SB 17 (Fire Suppression)** - make an emergency special appropriation of \$2.1 million from general funds to the fire suppression fund to pay the costs of fighting forest fires in SD.
  - No request was made during the 2014 or 2015 Legislative Session
  - The 2013 request (HB1057) was approved for \$4.2 million
- **SB 18 (Coordinated Natural Resources Conservation Fund)** - make an appropriation (other funds expenditure authority) from the coordinated natural resources conservation fund to the State Conservation Commission and to declare an emergency.
  - Additional expenditure authority is requested to cover expired authority and cover the obligations of approved grant awards



2016 Governor's Agricultural Summit  
Swiftel Center | Brookings, South Dakota  
June 1 - June 2

**THANK YOU**

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**Questions?**